

SUMMARY ANALYSIS OF AMENDED BILL

Author: Maldonado Analyst: Deborah Barrett Bill Number: SB 1672
 Related Bills: See Prior Analysis Telephone: 845-4301 Amended Date: April 24, 2006
 Attorney: Patrick Kusiak Sponsor: _____

SUBJECT: Health Care Information Technology Credit/FTB Report to Legislature Annually On Utilization Of Credit

- ____ DEPARTMENT AMENDMENTS ACCEPTED. Amendments reflect suggestions of previous analysis of bill as introduced/amended ____.
- ____ AMENDMENTS IMPACT REVENUE. A new revenue estimate is provided.
- ____ AMENDMENTS DID NOT RESOLVE THE DEPARTMENTS CONCERNS stated in the previous analysis of bill as amended April 6, 2006.
- X _____
- ____ FURTHER AMENDMENTS NECESSARY.
- ____ DEPARTMENT POSITION CHANGED TO ____.
- ____ REMAINDER OF PREVIOUS ANALYSIS OF BILL AS INTRODUCED
- X _____ February 24, 2006, STILL APPLIES.
- ____ OTHER – See comments below.

SUMMARY

This bill would provide a credit for qualified taxpayers for the purchase of health care information technology and would require the Franchise Tax Board to report annually to the Legislature on the utilization of that credit.

SUMMARY OF AMENDMENTS

The April 24, 2006, amendments made technical changes to the definition of health care technology information and to both the eligible health provider organization and the eligible licensed physicians and surgeons that may participate in the loan program established under this bill.

The Implementation Consideration identified by the department in the analysis of the bill as introduced April 6, 2006, was not resolved and is repeated below for convenience. The remainder of the analysis of the bill as introduced February 24, 2006, still applies.

Board Position:

____ S ____ NA ____ NP
 ____ SA ____ O ____ NAR
 ____ N ____ OUA X PENDING

Legislative Director

Date

Brian Putler

5/16/06

POSITION

Pending

IMPLEMENTATION CONSIDERATION

This bill does not limit the number of years for the carryover period. Without a limit, the department would be required to retain the carryover on the tax forms indefinitely. Recent credits have been enacted with a carryover period limitation because experience shows credits are typically used within eight years of being earned.

LEGISLATIVE STAFF CONTACT

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